

HESSEQUA MUNISIPALITEIT



UITTREKSEL UIT NOTULE

RAADSVERGADERING

**WOENSDAG 29 MEI 2019
OM 09:00**



9.3 BUDGET FOR THE MTREF 2019/2020

File number / Verwysingsnommer: 5/1/1

Meeting date / Vergadering datum: 29 May 2019

Report by / Verslag deur: Manager Budget – WF Bergh

RESOLUTION / BESLUIT

1. That the 2019/20 MTREF operating budget be approved as follows:-

| | Budget 2019/2020 | Budget 2020/2021 | Budget 2021/2022 |
|-------------------|---------------------|---------------------|---------------------|
| Total revenue | 498 022 581 | 543 801 359 | 590 700 809 |
| Total expenditure | 497 391 211 | 554 657 962 | 603 684 961 |

(Including capital transfers and excluding internal transfers)

2. That the following tariff increases for 2019/20 be approved;

PROPERTY RATES

| | |
|-----------------|--------|
| ❖ Residential | 9,0 % |
| ❖ Business | 9,0 % |
| ❖ Government | 6,63 % |
| ❖ Rural | 9,0 % |
| ❖ Vacant Stands | 9,0 % |

| | |
|-------|--------|
| WATER | 12.0 % |
|-------|--------|

| | |
|-------------|------------------|
| ELECTRICITY | 13,07% (average) |
|-------------|------------------|

| | |
|--|-------|
| ❖ Registered indigent households/ (consumption 51-350kWh per month) | 6.04% |
|--|-------|

| | |
|--------|--------|
| REFUSE | 15.0 % |
|--------|--------|

| | |
|----------|-------|
| SEWERAGE | 9,0 % |
|----------|-------|

| | |
|----------------|---------|
| SUNDRY TARIFFS | 6 – 8 % |
|----------------|---------|

| | |
|---------|---------------|
| RENTALS | Per Contracts |
|---------|---------------|



3. That the tariffs as set out in Annexure A be approved with effect from 1 July 2019.
4. That the electricity tariffs be approved subject to NERSA's approval.

5. That the 2019/20 MTREF capital budget be approved and financed as follows:

| | Budget 2019/2020 | Budget 2020/2021 | Budget 2021/2022 |
|---------------------------------|---------------------|---------------------|---------------------|
| Capital Expenditure | 110 408 968 | 77 943 349 | 68 733 255 |
| <u>Finance Source</u> | | | |
| CRR | 27 803 362 | 19 193 065 | 14 894 755 |
| External Loans | 66 362 406 | 43 555 934 | 37 799 700 |
| Grants and Public Contributions | 16 243 200 | 15 194 350 | 16 038 800 |

6. That the budget related policies as set out in Annexure B be approved.

Property Rates Policy (B1)
 Indigent Policy (B2)
 Credit Control and Debt Collection Policy (B3)
 Principles and Policy on Tariffs and Free Basic Services (B4)
 Cash Management and Investment Policy (B5)
 Asset Management Policy (B6)
 SCM Policy (B7)
 Virement Policy (B8)
 Liquidity Policy (B9)
 Borrowing Funds and Reserve Policy (B10)

7. That the MTREF and National Treasury budget schedules attached as Annexure G, be approved.

8. That the capital procurement plan as per Annexure E, be approved.

9. That the Property Rates Reconciliation as per Annexure F, be approved.

10. That the MTEC 3 report and the municipality's response as per Annexure H, be noted

11. That the Comments on the Draft Budget / Municipality's response be approve as per Annexure I.

Proposer Cllr G Riddles, seconded Cllr Johannes Hartnick

